

DAVID Y. IGE GOVERNOR

June 25, 2019 GOV. MSG. NO. 1241

The Honorable Ronald D. Kouchi,
President
and Members of the Senate
Thirtieth State Legislature
State Capitol, Room 409
Honolulu, Hawaii 96813

The Honorable Scott K. Saiki, Speaker and Members of the House of Representatives Thirtieth State Legislature State Capitol, Room 431 Honolulu, Hawai'i 96813

Dear President Kouchi, Speaker Saiki, and Members of the Legislature:

This is to inform you that on June 25, 2019, the following bill was signed into law:

SB1246 SD2 HD2 CD1

RELATING TO TELEHEALTH. **ACT 139 (19)**

Sincerely,

DAVID Y. IGE

Governor, State of Hawai'i

THE SENATE THIRTIETH LEGISLATURE, 2019 STATE OF HAWAII ACT 139 S.B. NO. S.D. 2 H.D. 2

A BILL FOR AN ACT

RELATING TO TELEHEALTH.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF HAWAII:

- 1 SECTION 1. The legislature finds that telehealth adoption
- 2 in Hawaii is increasing. The report of findings from the 2017
- 3 Hawaii Physician Workforce Assessment Project estimates that
- 4 approximately fifteen per cent of providers report a telehealth
- 5 experience, which is an increase from 2014 of less than five per
- 6 cent. This rate increase coincides with the enactment of Act
- 7 159, Session Laws of Hawaii 2014, and Act 226, Session Laws of
- 8 Hawaii 2016, both of which increased telehealth adoption such as
- 9 reimbursement parity with face-to-face visits and malpractice
- 10 coverage reform.
- 11 However, despite this favorable policy environment,
- 12 telehealth utilization remains frustratingly low. A continuum
- 13 of issues across multiple sectors must be addressed, such as
- 14 incentives for provider adoption, patient comfort with new
- 15 technology, health care workforce training, technology and
- 16 telecommunications infrastructure, and administrative
- 17 simplification between health systems.

S.B. NO. 5.D. 2 H.D. 2

The purpose of this Act is to establish resources to 2 achieve Hawaii's goal of establishing telehealth as a community standard for health care access. 3 4 SECTION 2. Definitions. As used in this Act, unless the 5 context requires otherwise: 6 "Telehealth" means the use of telecommunications services, 7 as defined in section 269-1, Hawaii Revised Statutes, to 8 encompass four modalities: store and forward technologies, 9 remote monitoring, live consultation, and mobile health; and 10 which shall include real-time video conferencing-based 11 communication, secure interactive and non-interactive web-based 12 communication, and secure asynchronous information exchange, to 13 transmit patient medical information, including diagnostic-14 quality digital images and laboratory results for medical 15 interpretation and diagnosis, for the purpose of delivering 16 enhanced health care services and information while a patient is 17 at an originating site and the health care provider is at a 18 distant site. Standard telephone contacts, facsimile 19 transmissions, or e-mail text, in combination or by itself, does 20 not constitute a telehealth service for the purposes of this 21 Act.

- 1 SECTION 3. State telehealth policy, roles, and
- 2 responsibilities. (a) It shall be the policy of the State to
- 3 promote telehealth to deliver health care from a distance as an
- 4 effective way of overcoming certain barriers to accessing care,
- 5 particularly for communities located in rural and remote areas.
- 6 (b) The department of health is authorized to lead
- 7 statewide efforts to ensure consumer choice, reduce disparities
- 8 in access to care, enhance health care provider availability,
- 9 and improve quality of care through telehealth.
- 10 SECTION 4. State strategic telehealth advisory council.
- 11 (a) There is established within the department of health for
- 12 administrative purposes the state strategic telehealth advisory
- 13 council. The advisory council shall advise the governor in the
- 14 development and implementation of a comprehensive plan to
- 15 establish telehealth as high quality, cost-effective, and
- 16 reliable means of health care access.
- 17 (b) The membership of the state strategic telehealth
- 18 advisory council shall be appointed by the governor without
- 19 regard to section 26-34, Hawaii Revised Statutes. The director
- 20 of health or a designee shall serve as an ex officio nonvoting
- 21 member of the advisory council.

S.B. NO. 5.D. 2 H.D. 2 C.D. 1

1	(c)	In establishing the advisory council, the governor
2	shall app	oint at least:
3	(1)	Two members of organizations that represent health
4		care facilities, one of whom shall be a representative
5		of a hospital;
6	(2)	Two members of organizations that represent health
7		insurers, one of whom shall be a representative of an
8		organization that primarily serves medicaid
9		beneficiaries;
10	(3)	One member of an organization that represents
11		broadband infrastructure or telecommunications
12		services;
13	(4)	One member from the office of the governor;
14	(5)	Two members of long-term care service providers, one
15		of whom shall be a representative of a nursing home
16		and one of whom shall be a representative of a home
17		health agency or community-based health services
18		program;
19	(6)	Two health care practitioners, each of whom practices
20		primarily in a rural county; and

S.B. NO. 5.D. 2 H.D. 2

- 1 (7) One member of an organization that represents mental
- health service providers;
- 3 provided that there shall be at least one state strategic
- 4 telehealth advisory council member from each county in the
- 5 State. The advisory council shall select a chairperson from
- 6 among its members.
- 7 The members shall serve without compensation but shall be
- 8 reimbursed for actual expenses, including travel expenses, that
- 9 are necessary for the performance of their duties.
- 10 (d) The number of members necessary to constitute a quorum
- 11 to do business shall consist of a majority of all members who
- 12 have accepted the nomination to the advisory council. When a
- 13 quorum is in attendance, the concurrence of a majority of the
- 14 members in attendance shall make any action of the council
- 15 valid.
- 16 (e) Two or more members of the council, but less than the
- 17 number of members which would constitute a quorum for the
- 18 council, may discuss between themselves matters relating to
- 19 official business of the council to enable them to faithfully
- 20 perform their duties to the council and the organizations they
- 21 represent, as long as no commitment to vote is made or sought.

S.B. NO. 5.D. 2 H.D. 2

- 1 Such discussions shall be a permitted interaction under section
- 2 92-2.5, Hawaii Revised Statutes.
- 3 (f) The state strategic telehealth advisory council shall
- 4 be dissolved on July 1, 2022.
- 5 SECTION 5. State telehealth and health care access
- 6 coordinator. (a) There is established a full-time state
- 7 telehealth and health care access coordinator to support the
- 8 state strategic telehealth advisory council. The state
- 9 telehealth and health care access coordinator shall facilitate
- 10 the establishment of infrastructure and policies across all
- 11 agencies of the State and private sector to promote the
- 12 expansion of telehealth in the State, including:
- 13 (1) Providing administrative support to the state
- 14 strategic telehealth advisory council;
- 15 (2) Coordinating with the department of commerce and
- 16 consumer affairs on issues relating to professional
- and vocational licensing and insurance regulation as
- 18 related to telehealth;
- (3) Coordinating with the department of commerce and
- 20 consumer affairs and department of business, economic
- 21 development, and tourism on broadband connectivity;

S.B. NO. 5.D. 2 H.D. 2 C.D. 1

1	(4)	Coordinating with the department of education,
2		department of public safety, department of human
3		services, Hawaii employer-union health benefits trust
4		fund, and other state agencies that finance or provide
5		health care services to promote the use of telehealth;
6	(5)	Coordinating with the University of Hawaii and other
7		agencies on telehealth research to ensure quality,
8		cost-effectiveness, and efficacy;
9	(6)	Coordinating with the department of labor and
10		industrial relations, University of Hawaii, department
11		of education, and other agencies to encourage a
12		telehealth-capable workforce;
13	(7)	Coordinating with the office of enterprise technology
14		services on matters related to cybersecurity; and
15	(8)	Coordinating with the private sector to ensure
16		alignment and consistency with state goals.
17	(b)	The state telehealth and health care access
18	coordinate	or shall be selected by the director of health.
19	SECT	ION 6. Telehealth administrative simplification
20	working g	roup. The department of health shall establish and
21	convene a	telehealth administrative simplification working group

- 1 to research and make recommendations to reduce administrative
- 2 barriers to telehealth, which may include health care system
- 3 credentialing, privileging, and other processes that contribute
- 4 to delays and inefficiencies for health care providers
- 5 delivering care to patients. The telehealth administrative
- 6 simplification working group shall be exempt from part I of
- 7 chapter 92, Hawaii Revised Statutes.
- 8 The telehealth administrative simplification working group
- 9 shall submit a report of its findings and recommendations,
- 10 including any proposed legislation, to the legislature no later
- 11 than twenty days before the convening of the regular session of
- **12** 2020.
- 13 SECTION 7. There is appropriated out of the general
- 14 revenues of the State of Hawaii the sum of \$110,000 or so much
- 15 thereof as may be necessary for fiscal year 2019-2020 and the
- 16 same sum or so much thereof as may be necessary for fiscal year
- 17 2020-2021 for the establishment of one full-time equivalent (1.0
- 18 FTE) permanent state telehealth and health care access
- 19 coordinator position within the department of health.
- The sums appropriated shall be expended by the department
- 21 of health for the purposes of this Act.

S.B. NO. 5.D. 2 H.D. 2 C.D. 1

1 SECTION 8. This Act shall take effect on July 1, 2019.

APPROVED this

25

day of

JUN

, 2019

GOVERNOR OF THE STATE OF HAWAII

Annid M

THE SENATE OF THE STATE OF HAWAI'I

Date: April 30, 2019 Honolulu, Hawaii 96813

We hereby certify that the foregoing Bill this day passed Final Reading in the Senate of the Thirtieth Legislature of the State of Hawai'i, Regular Session of 2019.

President of the Senate

Clerk of the Senate

SB No. 1246, SD 2, HD 2, CD 1

THE HOUSE OF REPRESENTATIVES OF THE STATE OF HAWAII

Date: April 30, 2019 Honolulu, Hawaii

We hereby certify that the above-referenced Bill on this day passed Final Reading in the House of Representatives of the Thirtieth Legislature of the State of Hawaii, Regular Session of 2019.

Bus

Scott K. Saiki Speaker House of Representatives

Mi L. Telle

Brian L. Takeshita Chief Clerk

House of Representatives